

# CONTRACT KIND GUIDELINES

## HOW DO I KNOW ONE WHEN I SEE IT?

The contract kind reflects the basic intent of the contract such as the procurement of supplies, research, maintenance, etc. It is best described by the type of commodity or service being offered. There are several ways to determine the kind of contract being worked on.

The first way to identify the kind of contract is to review the face page of the contract for the contract kind designator. If not there, then review the “Schedule of Supplies/Services”, end item description, or terms and conditions of the contract:

- Supply Contract and Priced Order (MOCAS Kind Code 1): e.g., gear, parts, repair kits, caps, boots, components, spares, weapons subsystem; Generally supply contracts are fixed-priced.
- Research & Development Contract (MOCAS Kind Code 2): e.g., contractor design, development, testing, prototype, research and data; Generally research & development contracts are cost-type.
- System Acquisition Contract (MOCAS Kind Code 3): e.g., major systems (SADARM, V-22 OSPREY, AMRAAM, JSTARS, TITAN IV, etc.) DoD ACAT I and II Programs; Generally total expenditures are estimated to be greater than \$115 million. Only prime contracts in support of a major system should be recorded as a system acquisition contract. If the work being performed is for a subcontract or delegation in support of a major system, the contract kind should be recorded as a subcontract/delegation.
- Maintenance Contract (MOCAS Kind Code 5): e.g., repair, overhaul
- Service Contract (MOCAS Kind Code 6): e.g., engineering/consulting services; Generally the primary purpose is to perform an identifiable task rather than to furnish an end item of supply.
- Facilities Contract (MOCAS Kind Code 7): e.g., building, equipment rental, maintenance of facilities; Ninth position of PIIN will always be an “E”. Many times a facilities contract is issued to support a major system acquisition. In these instances, the contract kind would still be recorded as a facilities contract, and not as a system acquisition contract.
- Undefinitized Letter Contract (MOCAS Kind Code 8): e.g., looks like a letter and serves as a “pre” contract for the contractor to begin work, when negotiating a definitive contract is not possible. **Note: Will be recoded to another contract kind after definitization.**
- Unpriced Order against BOA (MOCAS Kind Code 9): e.g., identified by the words “unpriced”, “monetary limitation”, etc. All prices and schedules will be input as estimated. **Note: Will be recoded to another contract kind after definitization.**
- BOA/IDIQ (Other) (MOCAS Kind Code 0): e.g., Basic Ordering Agreement; Ninth position of PIIN will be an “A” or “G”, with no orders (SPIINs) against it. Indefinite Delivery/Indefinite Quantity contract; Ninth position of PIIN will be a “D”, with no orders (SPIINs) against it - also called a requirements contract.
- Subcontract/Delegation: e.g., any subcontract work that is in support of a prime at another DCMC location; prime delegations for support, e.g., QA-only, Property-only, etc. This contract kind should be used only when performing the actual support activities. Time spent issuing delegations (Process Code 091 - Subcontract Management) should be recorded under the applicable MOCAS contract kind of the prime contract.
- Not Specific to One Contract: e.g., the work being performed applies to multiple contracts covering multiple contract kinds, such as review of contractor common processes, review of rate factors, monitoring of costs, technical system reviews, safety, and administrative high-volume items (DD 250 input, abstract review).